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BEFORE THE ARIZONA CORPORATION COMMISSION

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COMMISSIONERS

2005 SEP -7 P 12:51

JEFF HATCH-MILLER, Chairman
WILLIAM A. MUNDELL
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KRISTIN K. MAYES

AZ CORP COMMISSION
DOCUMENT CONTROL

IN THE MATTER OF THE APPLICATION OF
ARIZONA PUBLIC SERVICE COMPANY FOR A
HEARING TO DETERMINE THE FAIR VALUE
OF THE UTILITY PROPERTY OF THE
COMPANY FOR RATEMAKING PURPOSES, TO
FIX A JUST AND REASONABLE RATE OF
RETURN THEREON, TO APPROVE RATE
SCHEDULES DESIGNED TO DEVELOP SUCH
RETURN, AND FOR APPROVAL OF
PURCHASED POWER CONTRACT.

DOCKET NO. E-01345A-03-0437

PROCEDURAL ORDER

BY THE COMMISSION:

On June 27, 2003, the Arizona Public Service Company ("APS") filed with the Arizona Corporation Commission ("Commission"), an application for a rate increase and for approval of purchased power contract. In Decision No. 67744 (April 7, 2005), the Commission approved, with modifications, the Power Supply Adjustor ("PSA") contained in the Settlement Agreement and ordered the parties to "submit a PSA Plan of Administration that reflects the determinations in this Decision for Commission approval within 60 days of the effective date of this Decision."¹

On June 6, 2005, the Commission's Utilities Division Staff ("Staff") docketed its "Notice of Filing Plan for Administration Power Supply Adjustment".

On July 25, 2005, Staff filed a Staff Memorandum and Recommended Order.

On August 29, 2005, Commissioner Gleason filed a letter to Steven Wheeler, Executive Vice President of APS, seeking additional information related to the PSA surcharge and the Plan of Administration.

On September 1, 2005, Chairman Hatch-Miller docketed a letter in both the PSA surcharge docket and in the Plan of Administration docket, agreeing that these matters should be sent to hearing

¹ Decision No. 67744 at p. 42.

so that an evidentiary record can be developed.²

Accordingly, a procedural conference should be held to discuss the procedural aspects of these matters, including whether consolidation is appropriate; when testimony can be filed; what notice is required; when a hearing should be held; as well as other procedural issues.

IT IS THEREFORE ORDERED that a **procedural conference** shall be held on **September 12, 2005, at 1:30 p.m.**, or as soon thereafter as is practical, at the Commission's offices, 1200 West Washington Street, Arizona 85007.

IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113-Unauthorized Communications) applies to this proceeding as the matter is now set for public hearing.

IT IS FURTHER ORDERED that the Presiding Officer may rescind, alter, amend, or waive any portion of this Procedural Order either by subsequent Procedural Order or by ruling at hearing.

DATED this 7 day of September, 2005


LYN FARMER
CHIEF ADMINISTRATIVE LAW JUDGE

Copies of the foregoing mailed/delivered this 7 day of September, 2005 to:

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² The Commissioners' letters can be found on the ACC website: <http://www.cc.state.az.us> under either "Hot Topics - Letters From the Commissioners" or using *e-Docket*.

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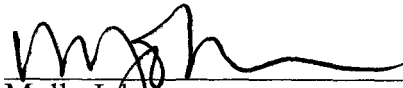
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